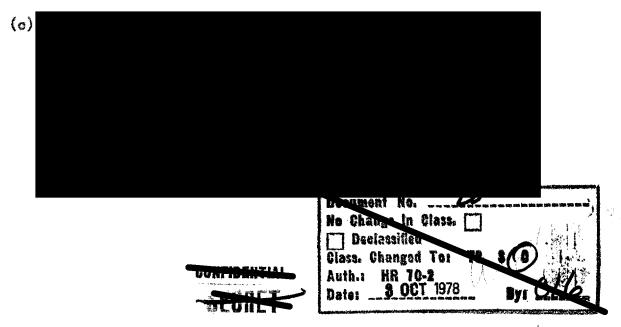
Comptroller

9 November 1951

Finance Division

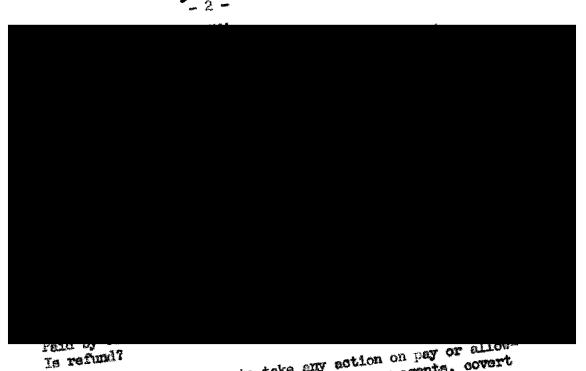
Effect of P. L. 201, 82nd Congress

- 1. In accordance with Notice it appears that authority has 25X1A been grented to pay salary increases per P. L. 201 effective pay period beginning 28 October 1951. No specific mention is made of the section of P. L. 201 providing "any increase in compensation granted by law after June 30, 1951, shall not be construed to be an equivalent increase in compensation within the meaning of subsection (a)". This provision is important relative to in-grade promotions.
- 2. In this connection certain questions are raised as to the effect of applying provisions of P. L. 201 to the personnel categories on unvouchered payrolls.
 - (a) For staff employees, it is not clear whether Post Differentials will be increased proportionately to the salary increase. It is felt that since the sole basis for post differentials is a percentage of salary for a bonus at hardship posts, the post differential should be increased effective the date the salary increase is effective.
 - (b) There is a general indecision relative to the application of allowences to the new selary scale. It is our understanding that the State Department is neither applying the new selary scale to allowences retroactively, nor for the immediate future mainly by reason of lack of appropriate funds. It is requested that this Division be advised as to the course to be followed by CIA in the basis for computing allowences. If allowences are to be computed on the old pay schedule, how will this affect new employees who EOD after 28 October 1951?



25X1C4A





- (d) It is not our intention to take any action on pay or allowences increases for Contract Agents, career agents, covert consultants, etc. (except staff agents) until individual Written advices are received from the Special Contracting Officer or the Personnel Director on each contract. It is our understanding that the Special Contracting Officer has presented several questions relative to the issue of pay increases for agents to the General Counsel for deci-
- It is requested that your concurrence and/or decisions be rendered on these issues as soon as possible so that this Division may have some criteria, though only intermediate, for the processing of current payrolls.

25X1A9a

Acting Chief Finance Division

